



INSURANCE FRAUD INVESTIGATION DIVISION

Kentucky Department of Insurance

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Fraud Statistics/Convictions Activity

July 2010

Fraud Statistics

	<u>Month/July</u>	<u>YTD</u>
Total Referrals Received.....	80	570
Closed Referrals.....	14	150
Open Cases (Investigations-includes prior years)		237
Assigned Cases (Investigations).....	7	149
Closed Cases (Investigations).....	8	109
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....	1	12
Charges (5 felonies).....	5	110
Convictions (4 misdemeanors)	4	40
Restitution Ordered.....	\$578.27	\$216,164.47

Convictions Activity

Glenda D. Young – On Dec. 18, 2008, in Clark County, Young knowingly presented a false/forged continuing disability form (a commercial instrument) with the signature of the attending physician and employer being forged, knowing that said signatures were forged and with the intent to affect the legal obligation or status of her claim for continuing disability benefits. A criminal complaint was filed charging Young with criminal possession of a forged instrument 2nd degree. A warrant was issued and served on May 27, 2010. On June 21, 2010,

she entered a guilty plea to the amended charge of criminal possession of a forged instrument 3rd degree and was sentenced to 12 months, which was probated for 24 months. She was fined \$500.00 with \$400.00 suspended, and ordered to pay court costs in the amount of \$183.00. The fine has been paid to the Insurance Fraud Investigation Division.

Phillip Martin Dowdy– On or about Feb. 25, 2009, in Greenup County, Dowdy prepared and presented false receipts to State Farm Insurance in order to receive benefits pursuant to an insurance policy for an alleged burglary at his residence. A criminal complaint was filed charging Dowdy with fraudulent insurance acts over \$300.00 and a summons was issued and served on June 21, 2010. On June 22, 2010, he pleaded guilty to the amended charge of fraudulent insurance acts under \$300.00 and was sentenced to six months in jail, which was conditionally discharged for 12 months. He was ordered to pay a \$250.00 fine to the Insurance Fraud Investigation Division and court costs of \$183.00. No restitution was required to be paid and the fine has been paid.

Samuel J. Cooper – On or about May 13, 2009, in Jessamine County, Cooper presented a false proof of insurance card to a car dealer, Auto Credit of Kentucky, in order to take possession of an automobile he was purchasing. A criminal complaint was filed on April 28, 2010, charging him with fraudulent insurance acts over \$300.00 and a summons was issued for Cooper. He was served on April 29, 2010, and pleaded guilty on May 24, 2010, to the amended charge of fraudulent insurance acts under \$300.00. He was sentenced to seven months, conditionally discharged after two years, and fined \$250.00.

Marlena K. Murphy – On or about February 2009, in Jessamine County, Murphy increased the amount of damages to her vehicle before Encompass Insurance inspected it. Damages to her vehicle were photographed on Dec. 3, 2008, and a civilian accident report was completed by Murphy and the owner of the other vehicle involved. Photos were taken again on Dec. 26, 2008, of Murphy's vehicle, which reflected more damage. A criminal complaint was filed on June 29, 2010, charging Murphy with fraudulent insurance acts over \$300.00 and a warrant was issued. She was arrested on June 30, 2010, and pleaded guilty to the amended charge of attempted fraudulent insurance acts over \$300.00 on July 6, 2010. She was sentenced to seven months, probated for two years, and ordered to pay full restitution to Encompass Insurance Company in the amount of \$578.26.